

Report to the Legislature

2007 REPORT ON THE EMPLOYMENT STATUS OF BASIC HEALTH ENROLLEES

**Calendar Year 2006 Employment Statistics
January and June 2007 Employers Identified**



Washington State Health Care Authority

Engrossed Substitute House Bill 3079
Chapter 264, Laws of 2006
RCW 70.47.170

January 2008

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Background

Engrossed Substitute House Bill 3079 (ESHB 3079), enacted in 2006, directs the Health Care Authority (HCA) and the Department of Social and Health Services (DSHS) to submit annual reports to the Legislature on the employment status of Basic Health Program (BH) enrollees and Medical Assistance clients. This report provides employer-specific and aggregate employer data related to Basic Health enrollees in compliance with Section 1 of the legislation (enacted as chapter 264, Laws of 2006 and codified in RCW 70.47.170). See Appendix 1 for a copy of RCW 70.47.170.

Governor Gregoire signed ESHB 3079, but vetoed the emergency clause included in the bill. The Governor's veto message urged caution when interpreting information provided in this report.

The employer information to be provided by the Health Care Authority (HCA) and the Department of Social and Health Services (DSHS) is not a requirement for enrollment or eligibility. Consequently, data contained in the reports will have been provided on a voluntary basis, and will be unverified. The two reports - an employer specific report and an aggregated report - will originate from separate sources. Therefore, they will not be comparable. The reports will also be based on a point-in-time data collection and will therefore not reflect changes in employment status. These data limitations must be considered when interpreting the reports.

The Governor also noted the programs provide health care services to eligible working persons and expressed concern that the information "not be misconstrued to portray beneficiaries of our Basic Health and Medicaid programs in a negative light." See Appendix 2 for a copy of the Governor's veto message.

The Joint Legislative Audit and Review Committee (JLARC) has conducted a two-part study of Basic Health. *Basic Health Plan Study – Part 2: Who Is Enrolled? What Services Do They Use?* includes information on Basic Health enrollee employment status. This JLARC report, referenced as Briefing Report 06-9, was published November 29, 2006, and is available on the Washington State Legislature Home Page at: <http://www1.leg.wa.gov/JLARC/Audit+and+Study+Reports/2006/06-9.htm>.

Report Requirements

ESHB 3079 directs HCA to provide two separate sets of information or reports on the employer status of BH enrollees.

- **Report A:** The employer-specific report is to provide the number of BH enrollees who reported being employed and the number of enrollees who reported being dependents of employed persons. This information is to be reported for all employers having more than fifty employees or dependents of employees as enrollees. This information is to be provided for the months of January and June in

the year the report is submitted – this report includes information for January and June 2007. The report is also to include the total cost to the state for providing BH coverage to these enrollees.

- **Report B:** The aggregated report is to provide the number of employees who are BH enrollees or with dependents who are BH enrollees: by private and governmental employers, by employer size (50 or fewer employees; 51 to 100 employees; 101 to 1,000 employees; 1,001 to 5,000 employees; over 5,000 employees), and by industry type. For each aggregated classification, the report will include the number of hours worked and total cost to the state for these enrollees. This information shall be provided for each quarter of the preceding year.

Basic Health Data Sources and Limitations

Report A: Employer-specific data

HCA's member database – Basic Health Member Billing and Management System (MBMS) – does not include employer-specific information. It is a legacy system database that cannot be modified or expanded to capture employer names and addresses of BH enrollees. In order to develop the 2007 report, BH developed a separate database to capture and report this information.

BH hired temporary staff to collect the most recent employer information identified on supporting documentation submitted by enrollees in compliance with requirements for BH account maintenance, such as applications, recertification, and income verification information. These documents are stored in HCA's Legato imaging system. BH staff manually reviewed the imaged documents and entered employer-specific data into the separate database for each individual account with verified enrollment in the BH member database.

The data source for Report A has limitations that reduce the comparative value of the data collected. The employer-specific information required by ESHB 3079 is not a requirement for enrollment or eligibility. Enrollees are required to document their family income, but they are not required to disclose their employers. Consequently, data contained in the report are provided on a voluntary basis which limits the information available when compiling the number of BH enrollees employed.

Employers shown on supporting documents may reflect previous income documentation required in determining eligibility and does not necessarily reflect the adult's current employment status. In addition, BH is not able to verify the active or current employer status of enrollees.

This report is based on a point-in-time data collection (January and June 2007) and will, therefore, not reflect changes in employment status.

Many BH enrollees work for multiple employers. Comparing employers based on the number of BH enrollees they employ and their dependents can result in over-counting the

number of BH enrollees and the state costs for providing BH coverage. Table a1 notes that in January 2007 there was a gross total of 6,967 BH enrollees either employed by or the dependent of a person employed by an employer with fifty or more BH enrollees. However, the net total number of these employees and dependents enrolled in BH for January 2007 was 6,534 persons.

HCA has reported the total cost to the state for providing BH coverage to the net total number of enrollees either employed by or the dependent of a person employed by one or more employers included in this report (see Table a1). For purposes of the Report A analysis HCA assumed the cost to the state based on the average state cost of a BH member for calendar year (CY) 2007 (10 months of actual) – \$183.40 per member per month. The average state cost of an adult for CY 2007 (10 months of actual) is \$203.86 per adult per month. The average state cost of a child/dependent for CY 2007 (10 months of actual) is \$58.05 per child/dependent per month.

The reader may estimate the monthly cost to the state for an individual employer by multiplying the total number of adults and dependents for the employer in Table a2 (either January or June 2007) and multiply by \$183.40 – the average BH per member per month cost to the state for CY 2007.

The data source does not allow HCA to accurately report BH enrollment by employer, as we cannot access employer identifier data through the Employment Security Department for the purpose of reporting employer-specific information. As HCA was required to manually collect information for this report, we developed protocols to enter employer-specific information from documentation provided by enrollees including responses to employment questions on the BH application and recertification materials as well as copies of payroll information. The methodology used by HCA does not identify an employer that owns more than one "unit" within a franchise system or identify other employers that utilize multiple corporate locations or business addresses in compensating their employees.

Report B: Aggregate employer data

BH member data compiled from the MBMS was cross-matched to Employment Security Department (ESD) quarterly Unemployment Insurance (UI) employer data. The data match was completed for each of the four quarters of 2006. ESHB 3079 directs that HCA report the aggregate data for each of the four quarters of 2006. HCA has provided this information in Tables b5 through b20. HCA has also provided the 2006 annual aggregate data in Tables b1 through b4.

The aggregate data by employer classification is understated as the data match is conducted by matching the Social Security number (SSN) of BH enrolled adults. BH enrollees may voluntarily provide their Social Security number to BH, but BH cannot require that enrollees provide this information. Therefore, the data match excludes 16.7 percent (19,635) of the total enrolled adults (117,665) in BH during 2006.

As noted above, BH enrollees work for multiple employers, including employers in differing employer classifications. Comparing employer classifications based on the number of BH

enrollees they employ can result in over-counting the number of BH enrollees and the state costs for providing BH coverage.

HCA has reported the total cost to the state for providing BH coverage to the net total number of enrollees identified in the data match with ESD (see Table b1). For purposes of the Report B analysis HCA assumed the cost to the state based on the average state cost of a BH member for CY 2006 – \$168.70 per member per month. The average state cost of an adult for CY 2006 is \$189.16 per adult per month. The average state cost of a child/dependent for CY 2006 is \$54.57 per child/dependent per month.

The reader may estimate the monthly cost to the state for an employer classification by multiplying the total number of employed adults by \$168.70 – the average BH per member per month cost to the state for CY 2006.

Comparison of Data in Report A and Report B

The two reports originate from completely separate data sources. HCA strongly cautions the reader not to make direct comparisons as the information in the reports is not comparable. The reports are also based on a point-in-time data collection and, therefore, do not reflect changes in employment status. These data limitations must be considered when interpreting the reports.

Observations

Report A: Employer-specific data: Employers with fifty or more adults and family members enrolled.

The January 2007 employer-specific analysis shows a net 4.4 percent (3,851) of the 87,358 adults enrolled in BH were identified on forms required for account maintenance as being employed by an employer with fifty or more adults and family members enrolled in BH. Based on the average BH per member per month cost to the state for CY 2007 (10 months of actual) of \$183.40, the monthly cost to the state for those adults and their enrolled family members is \$1,198,335.

The June 2007 employer-specific analysis shows a net 3.7 percent (3,415) of the 91,229 adults enrolled in BH were identified on forms required for account maintenance as being employed by an employer with fifty or more adults and family members enrolled in BH. Based on the average BH per member per month cost to the state for CY 2007 (10 months of actual) of \$183.40, the monthly cost to the state for those adults and their enrolled family members is \$985,958.

Report B: Program data match to ESD: BH adults with identifiable SSN.

The total number of BH adults available for the data match with ESD is 98,030 (83 percent of the 117,665 adults enrolled in BH during CY 2006).

The ESD employer analysis shows that a net 45.8 percent (44,869) of BH adults included in the data match were employed during calendar year 2006. Based on the average BH per member per month cost to the state for CY 2006 of \$168.70, the cost to the state for those adults and their enrolled family members is \$82,739,084, with an average of 7.1 months' enrollment during periods identified as employed.

Of those employed, 26.5 percent (11,879) worked in one quarter, 21.0 percent (9,428) worked in two quarters, 18.7 percent (8,397) worked in three quarters, and 33.8 percent (15,165) worked within each quarter.

Throughout CY 2006, 32.4 percent (14,520) of BH adults worked for multiple employers: 39.9 percent (17,898) worked an average of 261 hours or less per quarter and 35.3 percent (15,823) worked an average of 262 - 455 hours per quarter. The remaining 24.8 percent (11,148) worked an average of 456 or more hours per quarter.

Within private and governmental employers, we see a gross 89.6 percent (41,859) employed in the private sector.

Within the five employer sizes identified (covered workers), we see 96.2 percent (53,878) employed within the following four categories:

- 1) 50 or fewer employees – 44.1 percent;
- 2) 51 to 100 employees – 10.1 percent;
- 3) 101 to 1,000 employees – 29.1 percent; and
- 4) 1,001 to 5,000 employees – 12.9 percent.

The findings also show that 50.9 percent (28,610) of BH employed adults worked within four of the twenty industries identified:

- 1) Accommodation and Food Services – 15.0 percent;
- 2) Administrative and Support and Waste Management and Remediation Services – 9.5 percent;
- 3) Health Care and Social Assistance – 12.7 percent; and
- 4) Retail Trade - 13.7 percent.

Report A

**Table a1) BH Adults with an Employer Identified on Forms Required for Account Maintenance
January and June 2007**

	January		June	
	Net Total BH Members*	Cost to the State**	Net Total BH Members*	Cost to the State**
Net BH Adults and Enrolled Family Members	3,851	\$ 706,273	3,415	\$626,311
BH Adults associated with Employer document Enrolled Family Members	2,683	\$ 492,062	1,961	\$359,647
Net Total Adults and Dependents	6,534	\$1,198,335	5,376	\$985,958

*Net Total (excludes multiple Employer counts)

**Net Total Cost to the State based on 2007 model (10 months of actual), the average state subsidy prmpm for CY 2007 is \$183.40 (rounded)

	January	June
Gross BH Adults and Enrolled Family Members (includes multiple Employer counts)	4,069	3,563
BH Adults associated with Employer document Enrolled Family Members	2,898	2,066
Gross Total Adults and Dependents	6,967	5,629

**Table a2) BH Adults by Employer Identified
January and June 2007**

Gross BH Member Count (includes multiple Employer counts) - 50 or More Employees and Enrolled Family Members											
Employer Identified on BH Account Maintenance Supporting Document	BH Adults Associated with Employer Identified on Forms		Enrolled Family Members		Total Adults and Dependents		Total Family Percent of Gross Total				
	January	June	January	June	January	June	January	June			
Zirkle Fruit Company	244	200	270	182	514	382	7.4%	6.8%			
Evans Fruit Company	208	164	209	153	417	317	6.0%	5.6%			
Wal-Mart	246	254	86	95	332	349	4.8%	6.2%			
Broetje Orchards	168	97	161	97	329	194	4.7%	3.4%			
Stemitt Management Inc.	146	106	137	95	283	201	4.1%	3.6%			
Wyckoff Farms	151	105	125	58	276	163	4.0%	2.9%			
Barrett Business Services	150	139	93	83	243	222	3.5%	3.9%			
Pride Packing Co.	116	87	96	55	212	142	3.0%	2.5%			
Borton & Sons	79	71	114	88	193	159	2.8%	2.8%			
Kelley Services	127	139	56	52	183	191	2.6%	3.4%			
Washington Fruit Administrative Services	78	62	93	72	171	134	2.5%	2.4%			
Gilbert Orchards, Inc.	88	72	80	49	168	121	2.4%	2.1%			
Valley Roz Orchards	85	66	77	45	162	111	2.3%	2.0%			
University of Washington	135	141	21	28	156	169	2.2%	3.0%			
Jack In The Box	95	94	59	45	154	139	2.2%	2.5%			
Safeway	107	103	38	36	145	139	2.1%	2.5%			
Seattle Goodwill Industries	78	65	59	39	137	104	2.0%	1.8%			
Washington State University	103	109	34	32	137	141	2.0%	2.5%			
Monson Fruit Company	67	60	53	40	120	100	1.7%	1.8%			
Northwest Horticulture, LLC	49	35	66	33	115	68	1.7%	1.2%			
Stemitt Growers Inc.	52	46	63	52	115	98	1.7%	1.7%			
Green Acre Farms, Inc.	72	78	40	58	112	136	1.6%	2.4%			
Valley Fruit Enterprises	62	62	50	50	112	112	1.6%	2.0%			
Washington Fruit & Produce	58	52	48	33	106	85	1.5%	1.5%			
Western Washington University	95	100	11	11	106	111	1.5%	2.0%			
Regis Corporation	80	66	23	15	103	81	1.5%	1.4%			
Catholic Community Services	81	84	20	18	101	102	1.4%	1.8%			
Olsen Brothers Ranches	55	38	46	34	101	72	1.4%	1.3%			
Del Monte Corporation	70	65	30	25	100	90	1.4%	1.6%			
Sears	76	71	21	18	97	89	1.4%	1.6%			
Subtotal	3,221	2,831	2,279	1,691	5,500	4,522	78.9%	80.3%			

**Table a2) BH Adults by Employer Identified (continued)
January and June 2007**

Gross BH Member Count (includes multiple Employer counts) - 50 or More Employees and Enrolled Family Members									
Employer Identified on BH Account Maintenance Supporting Document	BH Adults Associated with Employer Identified on Forms		Enrolled Family Members		Total Adults and Dependents		Total Family Percent of Gross Total		
	January	June	January	June	January	June	January	June	
Target	71	55	24	12	95	67	1.4%	1.2%	
Yakima Land Enterprise	57	44	38	29	95	73	1.4%	1.3%	
Blue Bird, Inc.	35	23	57	28	92	51	1.3%	0.9%	
National Food Corporation	42	32	49	34	91	66	1.3%	1.2%	
Washington Beef	46	41	41	34	87	75	1.2%	1.2%	
Express Personnel Services	57	59	28	22	85	81	1.2%	1.4%	
Mar-Jon Labor, LLC	41	41	42	34	83	75	1.2%	1.3%	
Snokist Growers	46	47	36	33	82	80	1.2%	1.4%	
Baker Produce	47	36	34	31	81	67	1.2%	1.2%	
Apple American Group	34	35	35	31	69	67	1.0%	1.2%	
N.W. Management & Realty Services, Inc.	32	37	37	21	69	71	1.0%	1.3%	
Washington State Migrant Council	47	50	20	21	67	71	1.0%	1.3%	
Chiawana Orchards	30	36	36	21	66	66	0.9%	1.2%	
Seattle Community Colleges	51	57	12	9	63	66	0.9%	1.2%	
Yakima Valley Orchards	31	33	32	30	63	63	0.9%	1.1%	
Macy's Northwest	45	69	14	16	59	85	0.8%	1.5%	
Volt Management	36	36	23	21	59	57	0.8%	1.0%	
Spokane Public Schools	36	42	21	22	57	64	0.8%	1.1%	
Twin City Foods, Inc.	30	30	24	16	54	54	0.8%	0.8%	
Seattle Public Schools	34	55	16	17	50	72	0.7%	1.3%	
Eastern Washington University		53		16		69		1.2%	
Tacoma Goodwill Industries		732		375		1,107		19.7%	
Subtotal	848	732	619	375	1,467	1,107	21.1%	19.7%	
Gross Total (includes multiple Employer counts)	4,069	3,563	2,898	2,066	6,967	5,629	100.0%	100.0%	

Report B – Calendar Year 2006

Basic Health Employed Adults With Identifiable SSN for Employment Security Data Match for Calendar Year 2006

Table b1) Calendar Year Net Employed Adults and Family Members by Net Cost to the State

Total CY 2006 BH Members Employed Dependents and Other Enrolled Adults of Employed Members	Employed Adults	Enrolled Family Members	Total Adults and Dependents
Net Total (excludes multiple Employer counts)	44,869	24,019	68,888
Total Member Months Enrolled in Quarters Worked	321,293	169,158	490,451
Net Total cost to the State (CY 2006 average state subsidy pmpm (rounded))	\$54,202,129	\$28,536,955	\$82,739,084
Average Months Enrolled in CY 2006 During Quarters Employed	7.2	7.0	7.1

Table b2) Calendar Year Gross Employed Adults by Private and/or Governmental Sectors

Total CY 2006 BH Members Employed by Private and/or Governmental Sectors	Employment Sector	Employed Adults	Percent of Sector	Quarterly Average Accumulated Hours Worked		
				261 or Less Hours	262 - 455 Hours	456 or More Hours
Federal		1	0.0%	1		
Local		4,242	9.1%	3,006	966	270
Private		41,859	89.6%	16,262	14,805	10,792
State		600	1.3%	527	65	8
Gross Total Employed (includes multiple Sector counts)		46,702	100.0%	19,796	15,836	11,070
				42.4%	33.9%	23.7%

Table b3) Calendar Year Gross Employed Adults by Employer Size

Employer Size	Employed Adults	Percent of Size	Quarterly Average Accumulated Hours Worked		
			261 or Less Hours	262 - 455 Hours	456 or More Hours
50 or fewer Employees	24,722	44.1%	11,856	7,941	4,925
51 to 100 Employees	5,653	10.1%	3,083	1,511	1,059
101 to 1,000 Employees	16,280	29.1%	8,089	4,946	3,245
1,001 to 5,000 Employees	7,223	12.9%	4,318	1,997	908
More than 5,000 Employees	2,120	3.8%	1,032	648	440
Gross Total Employed (includes multiple Employer counts)	55,998	100.0%	28,378	17,043	10,577
			50.7%	30.4%	18.9%

Table b4) Calendar Year Gross Employed Adults by Industry

Industry*	Employed Adults	Percent of Industry	Quarterly Average Accumulated Hours Worked		
			261 or Less Hours	262 - 455 Hours	456 or More Hours
Accommodation and Food Services (72)	8,431	15.0%	4,138	3,053	1,240
Administrative and Support and Waste Management and Remediation Services (56)	5,325	9.5%	3,173	1,399	753
Agriculture, Forestry, Fishing and Hunting (11)	4,551	8.1%	1,998	1,293	1,260
Arts, Entertainment, and Recreation (71)	1,682	3.0%	1,091	404	187
Construction (23)	2,509	4.5%	1,174	787	548
Educational Services (61)	3,909	7.0%	3,089	698	122
Finance and Insurance (52)	899	1.6%	379	328	192
Health Care and Social Assistance (62)	7,143	12.7%	3,133	2,499	1,511
Information (51)	718	1.3%	435	196	87
Management of Companies and Enterprises (55)	33	0.1%	15	13	5
Manufacturing (31-33)	3,806	6.8%	1,392	1,155	1,259
Mining (21)	22	0.0%	8	4	10
Other Services (except Public Administration) (81)	2,813	5.0%	1,416	916	481
Professional, Scientific, and Technical Services (54)	1,667	3.0%	897	504	266
Public Administration (92)	917	1.6%	632	204	81
Real Estate and Rental and Leasing (53)	1,117	2.0%	604	289	224
Retail Trade (44-45)	7,711	13.7%	3,507	2,481	1,723
Transportation and Warehousing (48-49)	1,232	2.2%	634	335	263
Utilities (22)	50	0.1%	25	16	9
Wholesale Trade (42)	1,621	2.9%	718	466	437
Gross Total Employed (includes multiple Industry counts)	56,156	100.0%	28,458	17,040	10,658
			50.7%	30.3%	19.0%

Based on 2006 model, the average state subsidy pmpm for CY 2006 is \$168.70.

*Number in parentheses denotes classification number for that industry.

Report B – First Quarter of Calendar Year 2006

Basic Health Employed Adults With Identifiable SSN for Employment Security Data Match for Calendar Year 2006

Table b5) 1st Quarter Net Employed Adults and Family Members by Net Cost to the State

First Quarter CY 2006 BH Members Employed Dependents and Other Enrolled Adults of Employed Members	Employed Adults	Enrolled Family Members	Total Adults and Dependents
Net Total (excludes multiple Employer counts)	27,749	15,011	42,760
Total Member Months Enrolled in Quarter Worked	76,177	41,282	117,459
Net Total Cost to the State (CY 2006 average state subsidy prmpm (rounded))	\$12,851,060	\$6,964,273	\$19,815,333
Average Months Enrolled in CY 2006 During Quarter Employed	2.7	2.8	2.7

Table b6) 1st Quarter Gross Employed Adults by Private and/or Governmental Sectors

Employment Sector	Employed Adults	Percent of Sector	Accumulated Hours Worked		
			261 or Less Hours	262 - 455 Hours	456 or More Hours
Federal	2,525	0.0%	1,638	677	210
Local	25,497	8.9%	9,483	8,299	7,715
Private	320	1.1%	282	31	7
Gross Total Employed (includes multiple Sector counts)	28,342	100.0%	11,403	9,007	7,932
			40.2%	31.8%	28.0%

Table b7) 1st Quarter Gross Employed Adults by Employer Size

First Quarter CY 2006 BH Members Employed by Employer Size		Accumulated Hours Worked			
Employer Size	Employed Adults	Percent of Size	261 or Less Hours	262 - 455 Hours	456 or More Hours
50 or fewer Employees	14,395	47.5%	6,177	4,571	3,647
51 to 100 Employees	2,708	8.9%	1,236	747	725
101 to 1,000 Employees	8,725	28.8%	3,783	2,509	2,433
1,001 to 5,000 Employees	3,767	12.4%	2,016	1,091	660
More than 5,000 Employees	701	2.3%	362	220	119
Gross Total Employed (includes multiple Employer counts)	30,296	100.0%	13,574	9,138	7,584
			44.8%	30.2%	25.0%

Table b8) 1st Quarter Gross Employed Adults by Industry

First Quarter CY 2006 BH Members Employed by Industry		Accumulated Hours Worked			
Industry*	Employed Adults	Percent of Industry	261 or Less Hours	262 - 455 Hours	456 or More Hours
Accommodation and Food Services (72)	5,220	17.2%	2,274	1,970	976
Administrative and Support and Waste Management and Remediation Services (56)	2,451	8.1%	1,268	626	557
Agriculture, Forestry, Fishing and Hunting (11)	2,218	7.3%	681	652	885
Arts, Entertainment, and Recreation (71)	866	2.9%	504	209	153
Construction (23)	1,257	4.1%	560	339	358
Educational Services (61)	2,457	8.1%	1,755	580	122
Finance and Insurance (52)	455	1.5%	179	145	131
Health Care and Social Assistance (62)	4,155	13.7%	1,630	1,413	1,112
Information (51)	372	1.2%	227	93	52
Management of Companies and Enterprises (55)	14	0.0%	7	3	4
Manufacturing (31-33)	1,919	6.3%	589	447	883
Mining (21)	11	0.0%	3	2	6
Other Services (except Public Administration) (81)	1,666	5.5%	772	526	368
Professional, Scientific, and Technical Services (54)	844	2.8%	408	250	186
Public Administration (92)	412	1.4%	282	79	51
Real Estate and Rental and Leasing (53)	613	2.0%	308	141	164
Retail Trade (44-45)	3,979	13.1%	1,651	1,236	1,092
Transportation and Warehousing (48-49)	598	2.0%	263	175	160
Utilities (22)	27	0.1%	14	7	6
Wholesale Trade (42)	830	2.7%	287	213	330
Gross Total Employed (includes multiple Industry counts)	30,364	100.0%	13,662	9,106	7,596
			45.0%	30.0%	25.0%

Based on 2006 model, the average state subsidy pmpm for CY 2006 is \$168.70.

*Number in parentheses denotes classification number for that industry.

Report B – Second Quarter of Calendar Year 2006

Basic Health Employed Adults With Identifiable SSN for Employment Security Data Match for Calendar Year 2006

Table b9) 2nd Quarter Net Employed Adults and Family Members by Net Cost to the State

Second Quarter CY 2006 BH Members Employed Dependents and Other Enrolled Adults of Employed Members	Employed Adults	Enrolled Family Members	Total Adults and Dependents
Net Total (excludes multiple employer counts)	29,504	15,810	45,314
Total Member Months Enrolled in Quarter Worked	81,656	43,521	125,177
Net Total Cost to the State (CY 2006 average state subsidy pmpm (rounded))	\$13,775,367	\$7,341,993	\$21,117,360
Average Months Enrolled in CY 2006 During Quarter Employed	2.8	2.8	2.8

Table b10) 2nd Quarter Gross Employed Adults by Private and/or Governmental Sectors

Second Quarter CY 2006 BH Members Employed by Private and/or Governmental Sectors	Employed Adults	Percent of Sector	Accumulated Hours Worked		
			261 or Less Hours	262 - 455 Hours	456 or More Hours
Employment Sector					
Federal	2,603	0.0%	1,679	716	208
Local	27,269	90.3%	10,051	8,338	8,880
Private	335	1.1%	280	50	5
Gross Total Employed (includes multiple Sector counts)	30,207	100.0%	12,010	9,104	9,093
			39.8%	30.1%	30.1%

Table b11) 2nd Quarter Gross Employed Adults by Employer Size

Second Quarter CY 2006 BH Members Employed by Employer Size		Accumulated Hours Worked			
Employer Size	Employed Adults	Percent of Size	261 or Less Hours	262 - 455 Hours	456 or More Hours
50 or fewer Employees	15,292	46.4%	6,533	4,475	4,284
51 to 100 Employees	3,119	9.5%	1,477	795	847
101 to 1,000 Employees	9,489	28.8%	4,493	2,512	2,484
1,001 to 5,000 Employees	3,947	12.0%	2,174	1,078	695
More than 5,000 Employees	1,118	3.4%	446	319	353
Gross Total Employed (includes multiple Employer counts)	32,965	100.0%	15,123	9,179	8,663
			45.9%	27.8%	26.3%

Table b12) 2nd Quarter Gross Employed Adults by Industry

Second Quarter CY 2006 BH Members Employed by Industry		Accumulated Hours Worked			
Industry*	Employed Adults	Percent of Industry	261 or Less Hours	262 - 455 Hours	456 or More Hours
Accommodation and Food Services (72)	5,372	16.3%	2,273	1,987	1,112
Administrative and Support and Waste Management and Remediation Services (56)	2,683	8.1%	1,483	575	625
Agriculture, Forestry, Fishing and Hunting (11)	3,140	9.5%	1,358	618	1,164
Arts, Entertainment, and Recreation (71)	944	2.9%	591	203	150
Construction (23)	1,355	4.1%	568	339	448
Educational Services (61)	2,495	7.6%	1,746	634	115
Finance and Insurance (52)	482	1.5%	184	160	138
Health Care and Social Assistance (62)	4,239	12.9%	1,719	1,372	1,148
Information (51)	401	1.2%	240	97	64
Management of Companies and Enterprises (55)	16	0.0%	8	5	3
Manufacturing (31-33)	2,143	6.5%	718	457	968
Mining (21)	15	0.0%	5	3	7
Other Services (except Public Administration) (81)	1,678	5.1%	764	543	371
Professional, Scientific, and Technical Services (54)	884	2.7%	467	214	203
Public Administration (92)	482	1.5%	329	99	54
Real Estate and Rental and Leasing (53)	669	2.0%	344	151	174
Retail Trade (44-45)	4,362	13.2%	1,669	1,345	1,348
Transportation and Warehousing (48-49)	648	2.0%	286	147	215
Utilities (22)	29	0.1%	15	7	7
Wholesale Trade (42)	945	2.9%	407	206	332
Gross Total Employed (includes multiple Industry counts)	32,982	100.0%	15,174	9,162	8,646
			46.0%	27.8%	26.2%

Based on 2006 model, the average state subsidy prmpm for CY 2006 is \$168.70.

*Number in parentheses denotes classification number for that industry.

Report B – Third Quarter of Calendar Year 2006

Basic Health Employed Adults With Identifiable SSN for Employment Security Data Match for Calendar Year 2006

Table b13) 3rd Quarter Net Employed Adults and Family Members by Net Cost to the State

Third Quarter CY 2006 BH Members Employed Dependents and Other Enrolled Adults of Employed Members	Employed Adults	Enrolled Family Members	Total Adults and Dependents
Net Total (excludes multiple Employer counts)	29,551	15,411	44,962
Total Member Months Enrolled in Quarter Worked	81,704	42,502	124,206
Net Total Cost to the State (CY 2006 average state subsidy pmpm (rounded))	\$13,783,465	\$7,170,087	\$20,953,552
Average Months Enrolled in CY 2006 During Quarter Employed	2.8	2.8	2.8

Table b14) 3rd Quarter Gross Employed Adults by Private and/or Governmental Sectors

Third Quarter CY 2006 BH Members Employed by Private and/or Governmental Sectors	Accumulated Hours Worked				
	Employed Adults	Percent of Sector	261 or Less Hours	262 - 455 Hours	456 or More Hours
Employment Sector					
Federal		0.0%			
Local	2,344	7.8%	1,810	306	228
Private	27,575	91.2%	9,365	8,712	9,498
State	305	1.0%	259	40	6
Gross Total Employed (includes multiple Sector counts)	30,224	100.0%	11,434	9,058	9,732
			37.8%	30.0%	32.2%

Table b15) 3rd Quarter Gross Employed Adults by Employer Size

Third Quarter CY 2006 BH Members Employed by Employer Size		Accumulated Hours Worked			
Employer Size	Employed Adults	Percent of Size	261 or Less Hours	262 - 455 Hours	456 or More Hours
50 or fewer Employees	15,458	46.1%	6,535	4,602	4,321
51 to 100 Employees	3,190	9.5%	1,512	780	898
101 to 1,000 Employees	9,845	29.4%	4,449	2,547	2,849
1,001 to 5,000 Employees	3,926	11.7%	2,185	1,011	730
More than 5,000 Employees	1,095	3.3%	428	349	318
Gross Total Employed (includes multiple Employer counts)	33,514	100.0%	15,109	9,289	9,116
			45.1%	27.7%	27.2%

Table b16) - 3rd Quarter Gross Employed Adults by Industry

Third Quarter CY 2006 BH Members Employed by Industry		Accumulated Hours Worked			
Industry*	Employed Adults	Percent of Industry	261 or Less Hours	262 - 455 Hours	456 or More Hours
Accommodation and Food Services (72)	5,370	16.1%	2,243	1,972	1,155
Administrative and Support and Waste Management and Remediation Services (56)	2,738	8.2%	1,502	626	610
Agriculture, Forestry, Fishing and Hunting (11)	3,405	10.2%	1,238	734	1,433
Arts, Entertainment, and Recreation (71)	930	2.8%	533	243	154
Construction (23)	1,367	4.1%	540	354	473
Educational Services (61)	2,131	6.4%	1,880	172	79
Finance and Insurance (92)	473	1.4%	185	142	146
Health Care and Social Assistance (62)	4,378	13.1%	1,690	1,432	1,256
Information (51)	412	1.2%	252	93	67
Management of Companies and Enterprises (55)	16	0.0%	8	4	4
Manufacturing (31-33)	2,349	7.0%	734	587	1,028
Mining (21)	11	0.0%	3	1	7
Other Services (except Public Administration) (81)	1,656	5.0%	732	570	354
Professional, Scientific, and Technical Services (54)	871	2.6%	397	252	222
Public Administration (92)	511	1.5%	320	106	85
Real Estate and Rental and Leasing (53)	660	2.0%	317	164	179
Retail Trade (44-45)	4,424	13.3%	1,684	1,370	1,370
Transportation and Warehousing (48-49)	688	2.1%	333	156	199
Utilities (22)	26	0.1%	11	7	8
Wholesale Trade (42)	928	2.8%	402	212	314
Gross Total Employed (includes multiple Industry counts)	33,344	100.0%	15,004	9,197	9,143
			45.0%	27.6%	27.4%

Based on 2006 model, the average state subsidy pmpm for CY 2006 is \$168.70.

*Number in parentheses denotes classification number for that industry.

Report B – Fourth Quarter of Calendar Year 2006

Basic Health Employed Adults With Identifiable SSN for Employment Security Data Match for Calendar Year 2006

Table b17) 4th Quarter Net Employed Adults and Family Members by Net Cost to the State

Fourth Quarter CY 2006 BH Members Employed Dependents and Other Enrolled Adults of Employed Members	Employed Adults	Enrolled Family Members	Total Adults and Dependents
Net Total (excludes multiple Employer counts)	29,782	15,372	45,154
Total Member Months Enrolled in Quarter Worked	81,756	41,853	123,609
Net Total Cost to the State (CY 2006 average state subsidy pmpm (rounded))	\$13,792,237	\$7,060,601	\$20,852,838
Average Months Enrolled in CY 2006 During Quarter Employed	2.7	2.7	2.7

Table b18) 4th Quarter Gross Employed Adults by Private and/or Governmental Sectors

Fourth Quarter CY 2006 BH Members Employed by Private and/or Governmental Sectors	Accumulated Hours Worked				
	Employed Adults	Percent of Sector	261 or Less Hours	262 - 455 Hours	456 or More Hours
Employment Sector					
Federal	1	0.0%	1		
Local	2,614	8.6%	1,635	736	243
Private	27,526	90.3%	9,930	8,728	8,868
State	358	1.2%	302	42	14
Gross Total Employed (includes multiple Sector counts)	30,499	100.0%	11,868	9,506	9,125
			38.9%	31.2%	29.9%

Table b19) 4th Quarter Gross Employed Adults by Employer Size

Fourth Quarter CY 2006 BH Members Employed by Employer Size		Accumulated Hours Worked			
Employer Size	Employed Adults	Percent of Size	261 or Less Hours	262 - 455 Hours	456 or More Hours
50 or fewer Employees	15,138	45.8%	6,531	4,637	3,970
51 to 100 Employees	2,951	8.9%	1,386	725	840
101 to 1,000 Employees	9,705	29.4%	4,208	2,711	2,786
1,001 to 5,000 Employees	4,019	12.2%	2,118	1,140	761
More than 5,000 Employees	1,228	3.7%	511	335	382
Gross Total Employed (includes multiple Employer counts)	33,041	100.0%	14,754	9,548	8,739
			44.7%	28.9%	26.4%

Table b20) 4th Quarter Gross Employed Adults by Industry

Fourth Quarter CY 2006 BH Members Employed by Industry		Accumulated Hours Worked			
Industry*	Employed Adults	Percent of Industry	261 or Less Hours	262 - 455 Hours	456 or More Hours
Accommodation and Food Services (72)	5,378	16.3%	2,268	1,987	1,123
Administrative and Support and Waste Management and Remediation Services (56)	2,711	8.2%	1,369	687	655
Agriculture, Forestry, Fishing and Hunting (11)	2,793	8.5%	1,196	669	928
Arts, Entertainment, and Recreation (71)	921	2.8%	557	226	138
Construction (23)	1,360	4.1%	562	385	413
Educational Services (61)	2,451	7.4%	1,672	638	141
Finance and Insurance (52)	474	1.4%	193	144	137
Health Care and Social Assistance (62)	4,343	13.2%	1,710	1,371	1,262
Information (51)	427	1.3%	247	92	88
Management of Companies and Enterprises (55)	15	0.0%	7	3	5
Manufacturing (31-33)	2,222	6.7%	724	536	962
Mining (21)	12	0.0%	1	5	6
Other Services (except Public Administration) (81)	1,648	5.0%	723	554	371
Professional, Scientific, and Technical Services (54)	892	2.7%	434	248	210
Public Administration (92)	489	1.5%	333	98	58
Real Estate and Rental and Leasing (53)	638	1.9%	328	137	173
Retail Trade (44-45)	4,686	14.2%	1,780	1,412	1,494
Transportation and Warehousing (48-49)	675	2.0%	302	175	198
Utilities (22)	28	0.1%	18	7	3
Wholesale Trade (42)	853	2.6%	321	178	354
Gross Total Employed (includes multiple Industry counts)	33,016	100.0%	14,745	9,552	8,719
			44.7%	28.9%	26.4%

Based on 2006 model, the average state subsidy prmpm for CY 2006 is \$168.70.

*Number in parentheses denotes classification number for that industry.

APPENDIX 1

RCW 70.47.170 - Annual reporting requirement

(1) The health care authority, in coordination with the department of social and health services, shall by November 15th of each year report to the legislature:

(a) The number of basic health plan enrollees who: (i) Upon enrollment or recertification had reported being employed, and beginning with the 2008 report, the month and year they reported being hired; or (ii) upon enrollment or recertification had reported being the dependent of someone who was employed, and beginning with the 2008 report, the month and year they reported the employed person was hired; and (iii) the total cost to the state for these enrollees. The information shall be reported by employer [size] for employers having more than fifty employees as enrollees or with dependents as enrollees. This information shall be provided for the preceding January and June of that year.

(b) The following aggregated information: (i) The number of employees who are enrollees or with dependents as enrollees by private and governmental employers; (ii) the number of employees who are enrollees or with dependents as enrollees by employer size for employers with fifty or fewer employees, fifty-one to one hundred employees, one hundred one to one thousand employees, one thousand one to five thousand employees and more than five thousand employees; and (iii) the number of employees who are enrollees or with dependents as enrollees by industry type.

For each aggregated classification, the report will include the number of hours worked and total cost to the state for these enrollees. This information shall be for each quarter of the preceding year.

[2006 c 264 § 1.]

APPENDIX 2

Governor's Veto Message – see next page



STATE OF WASHINGTON

OFFICE OF THE GOVERNOR

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March 27, 2006

To the Honorable Speaker and Members,
The House of Representatives of the State of Washington

Ladies and Gentlemen:

I am returning, without my approval as to Section 3, Engrossed Substitute House Bill No. 3079 entitled:

"AN ACT Relating to health care services."

I support ESHB 3079, an act providing information about our Basic Health Plan and Medical Assistance programs. I am, however, vetoing section 3 of this act, which includes an unnecessary null and void clause.

In signing ESHB 3079, I express a cautionary note as to the interpretation of the reports that it requires to be developed. The employer information to be provided by the Health Care Authority (HCA) and the Department of Social and Health Services (DSHS) is not a requirement for enrollment or eligibility. Consequently, data contained in the reports will have been provided on a voluntary basis, and will be unverified. The two reports - an employer-specific report and an aggregated report - will originate from separate sources. Therefore, they will not be comparable. The reports will also be based on a point-in-time data collection and will therefore not reflect changes in employment status. These data limitations must be considered when interpreting the reports.

It is equally important to note that the Joint Legislative Audit and Review Committee (JLARC) study due in July 2006 will report Basic Health employment status and employer information in more detail than the aggregated report required by this bill.

It is my hope that the information collected and provided to the Legislature in accordance with ESHB 3079 will not be misconstrued to portray beneficiaries of our Basic Health and Medicaid programs in a negative light. These programs are designed to provide health care services to eligible, often working, enrollees. I am confident that they are meeting that intent.

For these reasons, I have vetoed Section 3 of Engrossed Substitute House Bill No. 3079.

With the exception of Section 3, Engrossed Substitute House Bill No. 3079 is approved.

Respectfully submitted,

Christine O. Gregoire
Governor

APPENDIX 3

HCA Contacts

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